

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF NORTH MCLEAN COUNTY)	
WATER DISTRICT FOR AN ADJUSTMENT OF)	
RATES PURSUANT TO THE ALTERNATIVE RATE)	CASE NO. 94-440
FILING PROCEDURE FOR SMALL UTILITIES)	

O R D E R

On November 11, 1994, North McLean County Water District ("North McLean") filed its application with the Kentucky Public Service Commission ("Commission") seeking approval to increase its annual revenues by 10 percent. The proposed rates would generate additional annual revenues of \$27,100.

On July 19, 1994, Commission Staff conducted a field review of North McLean's test-period financial records. Based upon this review, Commission Staff issued a report on January 23, 1995, recommending that North McLean be allowed to increase its annual operating revenues by \$27,100, or 10 percent.

By Order dated January 23, 1995, the Commission advised all parties that comments on the Staff Report or requests for a public hearing or informal conference must be submitted no later than February 7, 1995, or this case would stand submitted to the Commission for a decision. No comments or requests for a hearing or informal conference have been filed.

The Commission, after consideration of the evidence of record and being sufficiently advised, finds that:

1. The recommendations and findings contained in the Staff Report are supported by the evidence of record, are reasonable, and are hereby adopted as the findings of the Commission in this proceeding and are incorporated by reference as if fully set out herein.

2. The rates in Appendix A, which is attached hereto and incorporated herein, are the fair, just, and reasonable rates for North McLean and will produce gross annual water revenues from rates of \$304,025. These rates will allow North McLean sufficient revenues to meet its operating expenses.


IT IS THEREFORE ORDERED that:

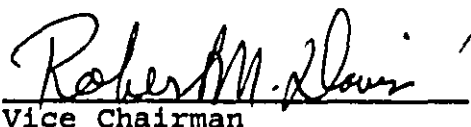
1. The rates proposed by North McLean in its application and contained in Appendix A are approved for service rendered by North McLean on and after the date of this Order.

2. Within 30 days of the date of this Order, North McLean shall file with the Commission its revised tariff setting out the rates approved herein in conformance with 807 KAR 5:011.

Done at Frankfort, Kentucky, this 3rd day of March, 1995.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman

ATTEST:


Executive Director


Commissioner

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 94-440 DATED March 3, 1995.

The following rates and charges are prescribed for the customers in the area served by North McLean Water District. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

MONTHLY RATES:

GALLONAGE BLOCK

First	2,000 gallons	\$10.70 Minimum Bill
Next	8,000 gallons	3.75 per 1,000 gallons
Next	30,000 gallons	3.67 per 1,000 gallons
Over	40,000 gallons	3.51 per 1,000 gallons